MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

<u>Requestor Name</u> <u>Respondent Name</u>

TEXAS HEALTH FORT WORTH CITY OF FORT WORTH

MFDR Tracking Number Carrier's Austin Representative

M4-16-1355-01 Box Number 4

MFDR Date Received

January 21, 2016

REQUESTOR'S POSITION SUMMARY

<u>Requestor's Position Summary</u>: "they have not paid what we determine is the correct allowable per the APC allowable per the new fee schedule that started 3/1/01/2008"

Amount in Dispute: \$93.33

RESPONDENT'S POSITION SUMMARY

Respondent's Position Summary: "Wellcomp feels the bill was overpaid and no additional is due the provider."

Response Submitted by: WellComp Managed Services

SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
January 25, 2015	Outpatient Hospital Services	\$93.33	\$0

FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and all applicable, adopted rules of the Texas Department of Insurance, Division of Workers' Compensation.

Background

- 1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 2. 28 Texas Administrative Code §134.403 sets out the acute care hospital fee guideline for outpatient services.
- 3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
 - 25 Separate E&M Service, Same Physician
 - P12 Workers Compensation State Fee Schedule Adj
 - RT Right Side
 - TC Technical Component
 - 193 Original payment decision maintained
 - W3 Appeal/reconsideration

<u>Issues</u>

- 1. What is the applicable rule for determining reimbursement for the disputed services?
- 2. What is the recommended payment amount for the services in dispute?
- 3. Is the requestor entitled to additional reimbursement?

Findings

- 1. This dispute is regarding outpatient hospital facility services with reimbursement subject to the provisions of 28 Texas Administrative Code §134.403, which requires that the reimbursement calculation used for establishing the maximum allowable reimbursement (MAR) shall be the Medicare facility specific amount, including outlier payment amounts, determined by applying the most recently adopted and effective Medicare Outpatient Prospective Payment System (OPPS) reimbursement formula and factors as published annually in the Federal Register with the application of minimal modifications as set forth in the rule.
 - Per §134.403(f)(1), the sum of the Medicare facility specific reimbursement amount and any applicable outlier payment amount shall be multiplied by 200 percent.
- 2. Under the Medicare Outpatient Prospective Payment System (OPPS), each billed service is assigned an Ambulatory Payment Classification (APC) based on the procedure codes billed and supporting documentation. A payment rate is established for each APC. Hospitals may be paid for more than one APC per encounter. Payment for ancillary and supportive items and services (including services billed without procedure codes) is packaged into the payment for each APC. A full list of APCs is published quarterly in the OPPS final rules, which are publicly available from the Centers for Medicare and Medicaid Services (CMS). Reimbursement for the disputed services is calculated as follows:
 - Procedure code 73130 has a status indicator of Q1, which denotes STVX-packaged codes; payment for
 these services is packaged into the payment for any other procedures with status indicators S, T, V, or X
 that are billed for the same date of service. This code may be separately payable only if no other such
 procedures are billed for the same date. Review of the submitted information finds that OPPS criteria for
 separate payment have not been met. Payment for this service is included in the payment for procedure
 code 99283 billed on the same claim. The use of a modifier is not appropriate. Separate payment is not
 recommended.
 - Procedure code 29126 also has status indicator Q1 denoting STVX-packaged codes; payment for this
 service is also packaged with the payment for procedure code 99283 billed on the same claim. Separate
 payment is not recommended.
 - Procedure code 99283 has status indicator V denoting an emergency room visit paid under OPPS with separate APC payment. These services are classified under APC 0614, which, per OPPS Addendum A, has a payment rate of \$198.39. This amount multiplied by 60% yields an unadjusted labor-related amount of \$119.03, multiplied by the annual wage index for this facility of 0.9512 yields an adjusted labor-related amount of \$113.22. The non-labor portion is 40% of the APC rate or \$79.36. The sum of the labor and non-labor related amounts is \$192.58. The cost of these services does not exceed the annual fixed-dollar threshold of \$2,775. The outlier payment amount is \$0. The total Medicare facility specific reimbursement amount for this line is \$192.58. This amount multiplied by 200% yields a MAR of \$385.16.
- 3. The total allowable reimbursement for the billed services is \$385.16. This amount less the amount previously paid by the insurance carrier of \$602.99 leaves an amount due to the requestor of \$0.00. No additional payment can be recommended.

Conclusion

For the reasons stated above, the Division finds that the requestor has not established that additional reimbursement is due. As a result, the amount ordered is \$0.00.

ORDER

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code §413.031, the Division has determined that the requestor is entitled to \$0.00 reimbursement for the disputed services.

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	Grayson Richardson	February 18, 2016		
Signature	Medical Fee Dispute Resolution Officer	Date		

YOUR RIGHT TO APPEAL

Either party to this medical fee dispute has a right to seek review of this decision in accordance with 28 Texas Administrative Code §133.307, effective May 31, 2012, *37 Texas Register 3833*, applicable to disputes filed on or after June 1, 2012.

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the Division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the Division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MFDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the** *Medical Fee* **Dispute Resolution Findings and Decision** together with any other required information specified in 28 Texas Administrative Code §141.1(d).

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.